

Message

From: Andrew Steinberg [andrew.steinberg@lepetomaneinc.com]
Sent: 1/19/2018 4:01:59 AM
To: JD Dotchin [jdotchin@ndep.nv.gov]; Fong, Alison [fong.alison@epa.gov]
Subject: NERT 2018 Draft Budget
Attachments: 01-NERT-2018-TRANSMITTAL - DRAFT.PDF; 02-NERT-2018-BUDGET - DRAFT.PDF; 03-NERT-2018-FOOTNOTES - DRAFT.PDF

Alison and JD:

Attached to this email, please find draft PDFs of the NERT 2018 budget transmittal letter, NERT 2018 budget, and the NERT 2018 budget footnotes.

There is a lot of information to absorb and I hope I've presented it in such a way to limit brain hemorrhage or stroke.

Two quick notes:

- Over the last few days, I have adjusted the assumptions indicated on page 10 of the footnotes regarding weir O&M costs. Our contract with Tetra Tech provided a fixed cost per 3,000 gallons of solids to be disposed of off-site. Due to the large rain event and the methods by which Las Vegas Paving is excavating the trenches, we have already moved 27 trucks off site with approximately half of them containing 6,000 or more gallons. In addition, the perchlorate levels are higher than expected at sunrise mountain. This concentration compounds the issue because at the higher levels, we are limited with respect to how much solids we can blend back into the effluent while maintaining not just our TSS permit number but also our perchlorate limit. Accordingly, I increased our solids disposal quantity to 100 and the overall project contingency to 20%. Our contract is structured very favorably toward the Trust in that we pay actuals; however, the methods and conditions encountered require me to add more cushion.
- The draft 2018 budget indicates a 2017 budget of \$130,000 and \$70,000 for L01 and P02, respectively. If you compare this to amendment 2017-02, this reflects the Trust reallocating \$40,000 between the two tasks to more accurately track Foley's efforts with the community interview meeting and mailing last summer. This reallocation will be officially communicated within the next Fee App but wanted to provide this notice to avoid confusion.

I'd be happy to answer any questions either of you have. Similarly, if you'd like me to expand upon or minimize any language within for the final submittal, I'd be happy to do so as well.

My apologies for the delay in getting this to you.... Clearly I'll be ratcheting back my fight for EEs in March ;)

Enjoy the read.

Thank you,

Andrew W. Steinberg

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